GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Industries and Commerce Department – Extension of certain incentives under Mega Project Status as per Industrial Development Policy 2015-2020 to M/s. THK India Pvt. Ltd. to set up Linear Motion Equipment Manufacturing Unit in Sri City, Chittoor District – Orders - Issued.

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INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.MS.No. 10 Dated: 21-01-2019

Read the following:-

(1) Email received from CEO,APEDB along with Lr. Dated 11.05.2018 of M/s. THK India Pvt. Ltd. with DPR to take further action..
(2) Minutes of the State Investment Promotion Committee Meeting Dt 31.10.2018
(3) Minutes of the State Investment Promotion Board Meeting Dt 12.11.2018

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ORDER:

In the reference 1st read above, the Chief Executive Officer, Andhra Pradesh Economic Development Board forwarded the proposal of M/s THK India Private Limited wherein the company informed that they propose to set up Linear Motion Equipment Manufacturing Unit in Sri City, Chittoor District. The proposed investment is INR 802 Crores (INR 502 Cr in Phase-I and INR 300 Cr in Phase -II) and provide employment to 600 persons and the company requested for the following incentives under Industrial Development Policy 2015-20.

(i) 25% rebate on land cost limited to Rs. 10 lakhs per acre.
(ii) 100% refund of Output SGST accrued to the state for 20 years or 150% of the fixed capital investment whichever is earlier.

100% Refund of input tax credit of SGST accrued to the state government.

(iii) Concessional rate of state SGST on inputs/ raw materials and capital goods @ 5% for 20 years.
(iv) Power supply @ Rs. 3.00 per unit for the project;

OR

Reimbursement of power cost @ Rs. 1.50 for a period of 5 years from the date of commencement of the project.

(v) Reimbursement of fixed water supply cost @ Rs. 35-00 per ton/KL for a period of 5 years or 100% of fixed capital investment whichever is earlier; OR Water supply at 50% of the price of existing industrial supply tariff for the initial 5 years from the date of commencement of commercial production.

(vi) Green Measures – 50% subsidy on the expenditure incurred for green measures with a ceiling of Rs. 50 Crores.

(vii) Reimbursement of Patent filing cost to the extent of Rs. 10 Lakhs. 50% subsidy on Quality certification cost.

(viii) Reimbursement of Rs. 20,000 per person against the training cost; OR 100% Refund of cost incurred for training the personnel and workmen involved in the project.

2. In the reference 2nd read above, the State Investment Promotion Committee (SIPC) examined the proposal and discussed in detail and recommended to extend following incentives to M/s. THK India Pvt. Ltd. The Committee advised to place the proposal before State Investment Promotion Board (SIPB) with the following remarks.

(i) 100% Reimbursement of Net SGST for 7 (seven) years from the date of commencement of commercial production or up to realization of 100 % fixed capital investment, whichever is earlier.

(ii) 50% subsidy for sustainable green measures with ceiling of INR 50 crores, and the green measures are as specified in the IDP 2015-2020.

(iii) Reimbursement of 100% cost of patents upto INR 5 lacs for domestic and INR 10 lacs for international patents.

(iv) Reimbursement of one-time skill development expenses at a rate of INR 10,000 per employee.

(v) All other incentives as per IDP 2015-20 Policy.

3. In the reference 3rd read above, the State Investment Promotion Board (SIPB) has examined the proposal of M/s. THK India Pvt. Ltd., discussed in detail and decided to extend the following incentives under Industrial Development Policy 2015-20 to M/s. THK India Pvt. Ltd.:-

(a) Reimbursement of 100% Net SGST accrued to the State for (7)

seven years from the date of commencement of commercial production or up to realization of 100 % fixed capital investment, whichever is earlier.

(b) 50% subsidy for sustainable green measures with ceiling of INR 50 crores, and the green measures are as specified in the IDP 2015-2020.

(c) Reimbursement of 100% cost of patents upto INR 5 lacs for domestic and INR 10 lacs for international patents.

(d) Reimbursement of one-time skill development expenses at a rate of INR 10,000 per employee.

(e) All other incentives as per IDP 2015-20 Policy.

4. Government after consideration of the recommendations of the State Investment Promotion Board, hereby extend the following incentives to M/s. THK India Pvt. Ltd.:-

(a) 100% Reimbursement of Net SGST for 7 years from the date of commencement of commercial production or up to realization of 100 % fixed capital investment, whichever is earlier.

(b) 50% subsidy for sustainable green measures with ceiling of INR 50 crores, and the green measures are as specified in the IDP 2015-2020.

(c) Reimbursement of 100% cost of patents upto INR 5 lacs for domestic and INR 10 lacs for international patents.

(d) Reimbursement of one-time skill development expenses at a rate of INR 10,000 per employee.

(e) All other incentives as per IDP 2015-20 Policy.

5. The Commissioner of Industries, Andhra Pradesh, Vijayawada and MD, APIIC, Vijayawada shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT & CIP

To
The Commissioner of Industries, Andhra Pradesh, Vijayawada.
The Vice Chairman & Managing Director, APIIC, Vijayawada
M/s. THK India Pvt. Ltd. through the Commissioner of Industries.

Copy to
The Collector& District Magistrate, Chittoor District.
The General Manager, District Industries Centre, Chittoor District.
The Revenue (Lands) Department

The Revenue (CT) Department
The Revenue (Registration) Department
The PR& RD (PR) Department.
The Water Resources Department.
The HM & FW Dept.
The MA& UD Department.
The LET &F Department
The EFS&T Department.
The Member Secretary, AP Pollution Board, Vijayawada.
The Skill Development Deptartment.
The Finance (FMU I&C) Department.
The Law(H) Department.
The TR&B Department.
The Industries & Commerce (Infra) Department.
The Accountant General, Andhra Pradesh.
The Commissioner of Commercial Taxes.
P.S. to Principal Secretary to Chief Minister.
PS to Minister, Ind. & Com. A.P.Secretariat.
P.S. to Chief Secretary to Government
P.S. to Secretary to Government & CIP, Ind. & Com. Dept.
SC/SF.

// FORWARDED BY ORDER//

SECTION OFFICER